LEGISLATIVE SERVICES AGENCY

OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6251 NOTE PREPARED: Dec 2, 2011

BILL NUMBER: SB 295 BILL AMENDED:

SUBJECT: Local Unit Employee Health Insurance.

FIRST AUTHOR: Sen. Holdman BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill requires a contracted, elected, or appointed public employee of a local unit to weekly submit an accounting of the number of hours the employee spent performing public employer business as a condition of the employee's eligibility for group health insurance.

Effective Date: July 1, 2012.

Explanation of State Expenditures: Currently, the State Board of Accounts audits local government units for compliance with rules governing local unit of government health insurance. This bill may increase the workload of the State Board of Accounts to ensure appropriate records are submitted by locally contracted, elected, or appointed public employees. Increases in workload are indeterminable.

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> Under the bill, local employees under contracted, elected, or appointed employment would be required to submit performance records to their public employer as a condition of eligibility for local unit of government group insurance. This will increase the workload of local public employers to collect and maintain such records.

Explanation of Local Revenues:

State Agencies Affected: State Board of Accounts.

Local Agencies Affected: Local governments that offer health benefits through the local unit of government

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group insurance.

<u>Information Sources:</u> Christy Tittle, State Personnel Department.

Fiscal Analyst: Bill Brumbach, 232-9559.

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